

UNITED STATES BANKRUPTCY COURT
FOR THE EASTERN DISTRICT OF PENNSYLVANIA

In re: **Karen L. Ludy**

Debtor(s)

Case No.: 21-13183-ELF

Chapter 13

Chapter 13 Plan

☐ Original

☒ 3rd Amended

Date: **November 7, 2022**

**THE DEBTOR HAS FILED FOR RELIEF UNDER
CHAPTER 13 OF THE BANKRUPTCY CODE**

YOUR RIGHTS WILL BE AFFECTED

You should have received from the court a separate Notice of the Hearing on Confirmation of Plan, which contains the date of the confirmation hearing on the Plan proposed by the Debtor. This document is the actual Plan proposed by the Debtor to adjust debts. You should read these papers carefully and discuss them with your attorney. **ANYONE WHO WISHES TO OPPOSE ANY PROVISION OF THIS PLAN MUST FILE A WRITTEN OBJECTION** in accordance with Bankruptcy Rule 3015 and Local Rule 3015-4. **This Plan may be confirmed and become binding, unless a written objection is filed.**

**IN ORDER TO RECEIVE A DISTRIBUTION UNDER THE PLAN, YOU
MUST FILE A PROOF OF CLAIM BY THE DEADLINE STATED IN THE
NOTICE OF MEETING OF CREDITORS.**

Part 1: Bankruptcy Rule 3015.1(c) Disclosures

- ☐ Plan contains non-standard or additional provisions – see Part 9
- ☐ Plan limits the amount of secured claim(s) based on value of collateral – see Part 4
- ☐ Plan avoids a security interest or lien – see Part 4 and/or Part 9

Part 2: Plan Payment, Length and Distribution – PARTS 2(c) & 2(e) MUST BE COMPLETED IN EVERY CASE

§ 2(a) Plan payments (For Initial and Amended Plans):

Total Length of Plan: 60 months.

Total Base Amount to be paid to the Chapter 13 Trustee (“Trustee”) \$ 35,830.27

Debtor shall pay the Trustee \$_____ per month for _____ months; and then

Debtor shall pay the Trustee \$_____ per month for the remaining _____ months.

OR

Debtor shall have already paid the Trustee \$ 16,720.27 through month number 11 and then shall pay the Trustee \$ 390.00 per month for the remaining 49 months.

☒ Other changes in the scheduled plan payment are set forth in § 2(d) **SEE NEXT PAGE**

§ 2(b) Debtor shall make plan payments to the Trustee from the following sources in addition to future wages (Describe source, amount and date when funds are available, if known):

§ 2(c) Alternative treatment of secured claims:

☒ **None.** If “None” is checked, the rest of § 2(c) need not be completed.

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☐ **Sale of real property**

See § 7(c) below for detailed description

☐ **Loan modification with respect to mortgage encumbering property:**

See § 4(f) below for detailed description

§ 2(d) Other information that may be important relating to the payment and length of Plan: Payment to the Chapter 13 Trustee in the amount of \$10,120.27 received by the trustee on October 26, 2022 in month 22 of the plan. These monies came from the sale of real estate located at 553 Grant Street, Pottstown, Pa. 19464.

CLAIMS 7-1, 11-1, 14-1 AND 18-1 HAVE ALL BEEN PAID AT SETTLEMENT AND HAVE NOW BEEN WITHDRAWN.

§ 2(e) Estimated Distribution

A.	Total Priority Claims (Part 3)		
	1. Unpaid attorney's fees	\$	<u>3,983.00</u>
	2. Unpaid attorney's cost (Anticipated Motion to Sell)	\$	<u>188.00</u>
	3. Other priority claims (e.g., priority taxes)	\$	<u>0.00</u>
B.	Total distribution to cure defaults (§ 4(b)) 23,737.15 + 33,229.69	\$	<u>0.00</u>
C.	Total distribution on secured claims (§§ 4(c) &(d))	\$	<u>23,737.15</u>
D.	Total distribution on general unsecured claims (Part 5)	\$	<u>4,325.65</u>
	Subtotal	\$	<u>32,233.80</u>
E.	Estimated Trustee's Commission	\$	<u>3,581.54</u>
F.	Base Amount	\$	<u>35,815.34</u>

§2 (f) Allowance of Compensation Pursuant to L.B.R. 2016-3(a)(2)

☐ By checking this box, Debtor's counsel certifies that the information contained in Counsel's Disclosure of Compensation [Form B2030] is accurate, qualifies counsel to receive compensation pursuant to L.B.R. 2016-3(a)(2), and requests this Court approve counsel's compensation in the total amount of \$_____ with the Trustee distributing to counsel the amount stated in §2(e)A.1. of the Plan. Confirmation of the plan shall constitute allowance of the requested compensation.

Part 3: Priority Claims

§ 3(a) Except as provided in § 3(b) below, all allowed priority claims will be paid in full unless the creditor agrees otherwise:

Creditor	Claim Number	Type of Priority	Amount to be Paid by Trustee
David M. Offen		Attorney Fee	\$ 3,983.00
David M. Offen		U.S. Court filing fee on Motion to Sell	188.00=
			4,171.00

§ 3(b) Domestic Support obligations assigned or owed to a governmental unit and paid less than full amount.

☒ **None.** If "None" is checked, the rest of § 3(b) need not be completed or reproduced.

Part 4: Secured Claims

§ 4(a)) Secured Claims Receiving No Distribution from the Trustee:

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☐ **None.** If “None” is checked, the rest of § 4(a) need not be completed or reproduced.

Claim 22-1 for West Chestnut Street in the amount of \$9.69 is to receive no distribution as this lot is being surrendered

Claim 21-1 for West Chestnut Street in the amount of \$3.47 is to receive no distribution as this lot is being surrendered.

Claim 19-1 for 327 Grant Street., Pottstown, Pa. in the amount of \$304.04 is to receive no distribution as the property is being surrendered.

Claim 17-1 for 327 Grant Street., Pottstown, Pa. in the amount of \$625.02 is to receive no distribution as the property is being surrendered.

Claim 16-1 for 327 Grant Street., Pottstown, Pa. School District in the amount of \$1,870.02 is to receive no distribution as the property is being surrendered.

Claim 15-1 for West Chestnut Street in the amount of \$45.58 is to receive no distribution as this lot is being surrendered.

Claim 12-1 for 327 Grant Street., Pottstown, Pa. School District in the amount of \$10,582.50 is to receive no distribution as the property is being surrendered.

Claim 9-1 for 327 Grant Street., Pottstown, Pa. for Borough of Pottstown/Pottstown Borough Authority in the amount of \$17,641.55 is to receive no distribution as the property is being surrendered.

Claim 8-1 for West Chestnut Street in the amount of \$17.13 for Borough of Pottstown is to receive no distribution as this lot is being surrendered.

Claim 5-1 for 327 Grant Street, Pottstown, Pa. for the Borough of Pottstown in the amount of \$,4,054.36 is to receive no distribution as the property is being surrendered.

§ 4(b) Curing default and maintaining payments

☒ **None.** If “None” is checked, the rest of § 4(b) need not be completed or reproduced.

§ 4(c) Allowed Secured Claims to be paid in full: based on proof of claim or pre-confirmation determination of the amount, extent or validity of the claim

☐ **None.** If “None” is checked, the rest of § 4(c) need not be completed.

(1) Allowed secured claims listed below shall be paid in full and their liens retained until completion of payments under the plan.

(2) If necessary, a motion, objection and/or adversary proceeding, as appropriate, will be filed to determine the amount, extent or validity of the allowed secured claim and the court will make its determination prior to the confirmation hearing.

(3) Any amounts determined to be allowed unsecured claims will be treated either: (A) as a general unsecured claim under Part 5 of the Plan or (B) as a priority claim under Part 3, as determined by the court.

(4) In addition to payment of the allowed secured claim, “present value” interest pursuant to 11 U.S.C. § 1325(a) (5) (B) (ii) will be paid at the rate and in the amount listed below. *If the claimant included a different interest rate or amount for “present value” interest in its proof of claim or otherwise disputes the amount provided for “present value” interest, the claimant must file an objection to confirmation.*

(5) Upon completion of the Plan, payments made under this section satisfy the allowed secured claim and release the corresponding lien.

Name of Creditor	Claim Number	Description of Secured Property	Allowed Secured Claim	Present Value Interest Rate	Dollar Amount of Present Value Interest	Amount to be Paid by Trustee

Debtor Karen L. Ludy Case number _____

Name of Creditor	Claim Number	Description of Secured Property	Allowed Secured Claim	Present Value Interest Rate	Dollar Amount of Present Value Interest	Amount to be Paid by Trustee
Borough of Pottstown c/o Portnoff Law	20-1	329 Grant Street, Pottstown, Pa.	\$311.12			\$311.12
Pottstown School District	13-1		\$9,255.72			\$9,255.72
Borough of Pottstown/Pottstown Borough Authority	10-1		\$10,127.34			\$10,127.34
Borough of Pottstown	6-1		\$4,042.97			\$4,042.97

§ 4(d) Allowed secured claims to be paid in full that are excluded from 11 U.S.C. § 506

☒ **None.** If "None" is checked, the rest of § 4(d) need not be completed.

§ 4(e) Surrender

- ☐ **None.** If "None" is checked, the rest of § 4(e) need not be completed.
- ☒ (1) Debtor elects to surrender the secured property listed below that secures the creditor's claim.
 (2) The automatic stay under 11 U.S.C. § 362(a) and 1301(a) with respect to the secured property terminates upon confirmation of the Plan.
 (3) The Trustee shall make no payments to the creditors listed below on their secured claims.

Creditor	Claim Number	Secured Property
Borough of Pottstown Pottstown School District Borough of Pottstown/Pottstown Borough Authority	19-1, 17-1 16-1, 12-1 9-1, 5-1 21-1, 22-1, 15-1	327 Grant Street, Pottstown, Pa lot on West Chestnut Street, Pottstown, Pa

§ 4(f) Loan Modification

☒ **None.** If "None" is checked, the rest of § 4(f) need not be completed.

Part 5: General Unsecured Claims

§ 5(a) Separately classified allowed unsecured non-priority claims

☒ **None.** If "None" is checked, the rest of § 5(a) need not be completed.

§ 5(b) Timely filed unsecured non-priority claims

(1) Liquidation Test (*check one box*)

☐ All Debtor(s) property is claimed as exempt.

☒ Debtor(s) has non-exempt property valued at \$ over \$10,000 for purposes of § 1325(a)(4) and plan provides for distribution of \$ 4,325.65 to allowed priority and unsecured general creditors.

(2) Funding: § 5(b) claims to be paid as follows (*check one box*):

☐ Pro rata

☒ 100%

Part 6: Executory Contracts & Unexpired Leases

Debtor Karen L. Ludy Case number _____

☒ **None.** If “None” is checked, the rest of § 6 need not be completed or reproduced.

Part 7: Other Provisions

§ 7(a) General Principles Applicable to The Plan

(1) Vesting of Property of the Estate (*check one box*)

☒ Upon confirmation

☐ Upon discharge

(2) Subject to Bankruptcy Rule 3012 and 11 U.S.C. §1322(a)(4), the amount of a creditor’s claim listed in its proof of claim controls over any contrary amounts listed in Parts 3, 4 or 5 of the Plan.

(3) Post-petition contractual payments under § 1322(b)(5) and adequate protection payments under § 1326(a)(1)(B), (C) shall be disbursed to the creditors by the debtor directly. All other disbursements to creditors shall be made to the Trustee.

(4) If Debtor is successful in obtaining a recovery in personal injury or other litigation in which Debtor is the plaintiff, before the completion of plan payments, any such recovery in excess of any applicable exemption will be paid to the Trustee as a special Plan payment to the extent necessary to pay priority and general unsecured creditors, or as agreed by the Debtor or the Trustee and approved by the court..

§ 7(b) Affirmative duties on holders of claims secured by a security interest in debtor’s principal residence

(1) Apply the payments received from the Trustee on the pre-petition arrearage, if any, only to such arrearage.

(2) Apply the post-petition monthly mortgage payments made by the Debtor to the post-petition mortgage obligations as provided for by the terms of the underlying mortgage note.

(3) Treat the pre-petition arrearage as contractually current upon confirmation for the Plan for the sole purpose of precluding the imposition of late payment charges or other default-related fees and services based on the pre-petition default or default(s). Late charges may be assessed on post-petition payments as provided by the terms of the mortgage and note.

(4) If a secured creditor with a security interest in the Debtor’s property sent regular statements to the Debtor pre-petition, and the Debtor provides for payments of that claim directly to the creditor in the Plan, the holder of the claims shall resume sending customary monthly statements.

(5) If a secured creditor with a security interest in the Debtor’s property provided the Debtor with coupon books for payments prior to the filing of the petition, upon request, the creditor shall forward post-petition coupon book(s) to the Debtor after this case has been filed.

(6) Debtor waives any violation of stay claim arising from the sending of statements and coupon books as set forth above.

§ 7(c) Sale of Real Property

☒ **None.** If “None” is checked, the rest of § 7(c) need not be completed.

553 GRANT STREET, POTTSTOWN, PA HAS ALREADY BEEN SOLD AS IS FIGURED IN THIS AMENDED PLAN.

Part 8: Order of Distribution

The order of distribution of Plan payments will be as follows:

Level 1: Trustee Commissions*

Level 2: Domestic Support Obligations

Level 3: Adequate Protection Payments

Level 4: Debtor’s attorney’s fees

Level 5: Priority claims, pro rata

Level 6: Secured claims, pro rata

Level 7: Specially classified unsecured claims

Level 8: General unsecured claims

Level 9: Untimely filed general unsecured non-priority claims to which debtor has not objected

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**Percentage fees payable to the standing trustee will be paid at the rate fixed by the United States Trustee not to exceed ten (10) percent.*

Part 9: Nonstandard or Additional Plan Provisions

Under Bankruptcy Rule 3015.1(e), Plan provisions set forth below in Part 9 are effective only if the applicable box in Part 1 of this Plan is checked. Nonstandard or additional plan provisions placed elsewhere in the Plan are void.

☐ **None.** If "None" is checked, the rest of Part 9 need not be completed.

Part 10: Signatures

By signing below, attorney for Debtor(s) or unrepresented Debtor(s) certifies that this Plan contains no nonstandard or additional provisions other than those in Part 9 of the Plan, and that the Debtor(s) are aware of, and consent to the terms of this Plan.

Date: November 7, 2022

/s/ David M. Offen
David M. Offen
Debtor's Counsel

CERTIFICATE OF SERVICE

The Chapter 13 Trustee is being served by email with a copy of this Amended Plan.

Date: November 7, 2022

/s/ David M. Offen
David M. Offen
Debtor's Counsel